

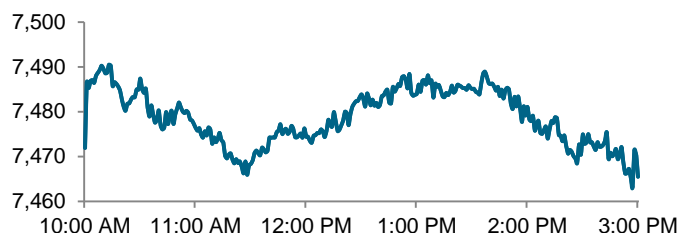
DAILYMARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



FEBRUARY 28, 2018

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,465	-0.1	-0.8	3.3	16.5
Saudi (NOMU)	3,049	0.3	0.0	-2.9	NA
Energy	4,674	2.1	1.8	9.2	14.7
Materials	5,218	0.3	0.5	3.3	21.8
Capital Goods	4,202	-0.5	0.1	-3.2	19.2
Com. & Prof. Svc	4,499	2.1	3.7	7.0	18.1
Transportation	4,082	0.0	-0.2	1.8	15.4
Cons. Durables & Apparel	3,850	0.0	-0.1	-7.0	NA
Consumer Services	3,792	-0.6	-2.1	2.9	15.1
Media	9,417	-0.5	0.5	21.7	NA
Retailing	6,213	0.6	0.6	10.3	19.4
Food & Staples Retailing	6,308	0.5	0.6	12.4	22.7
Food & Beverages	4,643	-0.8	-0.8	-5.2	25.1
Health Care Equipment	4,935	0.6	-0.3	11.1	23.0
Pharma, Biotech & Life Science	3,865	-0.5	0.3	-2.7	9.6
Banks	5,964	-0.3	-1.9	8.4	11.6
Diversified Financials	3,903	-2.2	-1.9	-3.1	NA
Insurance	4,353	-1.4	-2.6	-7.9	15.0
Telecommunication	4,547	0.6	0.4	6.9	16.2
Utilities	4,429	0.4	-0.4	-2.9	8.7
REITs	4,308	-0.2	-0.3	-7.0	NA
Real Estate	4,182	-0.7	-1.4	-11.0	39.6

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
National Industrialization Co.	17.80	9.9%	180.7
The Mediterranean & Gulf Insurance	25.20	9.9%	31.7
Middle East Paper Co.	25.15	4.6%	13.0
National Medical Care Co.	54.41	3.8%	33.9
Dallah Healthcare Holding Co.	112.39	3.1%	4.0

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
National Industrialization Co.	27-Feb	4Q17	327.8	NM	0.49	BEAT
Saudi Cement Co.	27-Feb	4Q17	107.4	-42.6	7.16	NA
Zahrat Al Waha for Trading Co	27-Feb	4Q17	0.4	-72.8	0.03	NA
Arab National Bank	25-Feb	4Q17	634.4	12.3	0.63	MISS
Dallah Healthcare	25-Feb	4Q17	63.1	22.1	1.07	MISS

Source: Tadawul, Bloomberg

NOTES: (1) Prices as of last trade. Updated as of February 28, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI closed 0.1% lower at 7,465 while NOMU ended 0.3% higher at 3,049 on Tuesday. TASI traded value totaled SAR 2.8bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 40% of the daily traded value.
- Banks ended 0.3% lower, while Materials closed 0.3% higher. Telecom closed 0.6% higher. Com. & Prof. Svc and Energy (both up 2.1%) were the best performers. Among stocks, National Industrialization Co. (2060/NIC AB), The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB), and Middle East Paper Co. (1202/MEPC AB) led gainers.
- Central Bank Governor said the bank is setting a policy in line with the US Federal Reserve's interest rate policy, and has enough tools to deal with any pressure on the Riyal's peg to the USD. (Source: Zawayn)
- US Energy Secretary will travel to London this week to discuss a nuclear cooperation agreement with senior officials from KSA as reported by *The Washington Post*. (Source: Argaam)
- The Ministry of Defense is set to ink SAR 3.8bn (USD 1bn) worth of military agreements with the Saudi Arabian Military Industries (SAMI). (Source: Argaam)
- The Saudi Stock Exchange granted Goldman Sachs Saudi Arabia a license to offer brokerage services, and deal as a principal and an agent. (Source: Argaam)
- Fitch Ratings affirmed Saudi Basic Industries Corp.'s (2010/SABIC AB) long-term issuer default rating (IDR) and senior unsecured rating at "A+". (Source: Argaam)
- National Industrialization Co.'s (2060/NIC AB) subsidiary Advanced Metal Industries Co. (AMIC) signed a memorandum of understanding (MoU) to explore setting up an aircraft precision machining production facility in KSA. (Source: Argaam)
- Basic Chemical Industries Co. (1210/BCI AB) BoD recommended cash dividend of SAR 1.0 per share for FY17, implying a full-year yield of 4.6%. (Source: Argaam)
- Dur Hospitality Co. (4010/DUR AB) BoD recommended cash dividend of SAR 0.3 per share for 2H17, implying a full-year yield of 3.7%. (Source: Argaam)
- Zahrat Al Waha for Trading Co. (3007/OASIS AB) BoD recommended cash dividend of SAR 1.0 per share for FY17, implying a full-year yield of 2.1%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Aseer Trading, Tourism & Manufacturing Co.	11.16	-10.0%	17.6
The Company for Cooperative Insurance	68.72	-4.6%	56.8
Saudi Arabia Refineries Co.	34.56	-4.1%	47.8
Zahrat Al Waha for Trading Co.	48.22	-3.7%	17.9
The Saudi Investment Bank	15.26	-2.5%	3.1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	19.92	-0.2%	319
Saudi Basic Industries Corp.	105.17	0.0%	306
Al Rajhi Bank	73.75	0.4%	219
National Industrialization Co.	17.80	9.9%	181
Saudi Industrial Export Co.	266.11	-2.2%	101

Source: Tadawul

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FEBRUARY 28, 2018

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,286	-0.6	0.0	-2.5	11.6
Abu Dhabi (ADX)	4,599	0.1	0.4	4.6	11.6
Kuwait (KSE)	6,770	0.2	0.2	5.7	15.3
Qatar (QE)	8,930	-0.7	-1.8	4.8	13.8
Oman (MSM)	4,993	0.2	0.4	-2.1	12.1
Bahrain (BSE)	1,366	-0.4	1.0	2.6	9.0
DJMENA Index	543	-0.1	-0.5	3.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,744	-1.3	-0.1	2.6	22.4
US (NASDAQ 100)	7,330	-1.2	-0.1	6.2	20.0
UK (FTSE 100)	7,282	-0.1	0.5	-5.3	14.0
Germany (DAX)	12,491	-0.3	0.1	-3.3	16.4
France (CAC 40)	5,344	0.0	0.5	0.6	16.2
Russia (MICEX)	2,342	-0.5	0.2	11.0	8.6
Japan (Nikkei)	22,390	1.1	2.3	15.6	16.3
Hong Kong (HSI)	31,269	-0.7	0.0	4.5	13.8
South Korea (KOSPI)	2,456	-0.1	0.2	-0.5	12.9
China (SHCOMP)	3,292	-1.1	0.1	-0.5	16.9
India (NIFTY)	10,554	-0.3	0.6	0.2	22.8
Brazil (IBOV)	86,935	-0.8	-0.4	13.8	21.1
Turkey (BIST 100)	1,18,832	0.0	1.1	3.0	9.7
Egypt (EGX30)	15,523	0.4	1.3	3.4	13.9
MSCI Emerging Markets	1,212	-0.7	-0.3	4.7	16.7
MSCI World	2,141	-0.9	0.0	1.8	20.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	66.6	-1.3	-1.0	-0.1	19.1
Natural Gas (\$/mmbtu)	2.7	-0.1	2.2	-7.7	-16.8
Gold (\$/oz)	1,316	-1.3	-1.1	1.0	5.4
Silver (\$/oz)	16.4	-1.3	-0.9	-3.1	-10.4
Platinum (\$/oz)	982	-1.8	-1.6	5.5	-4.2
Copper (\$/t)	6,986	-1.3	-1.1	-3.1	17.1
Zinc (\$/t)	3,518	-1.5	-1.0	5.4	24.9
Lead (\$/mt)	2,579	-0.8	1.8	3.3	13.5
Wheat (\$/bu)	477	0.9	2.7	8.3	-6.8
Corn (\$/bu)	379	0.5	1.3	8.1	-5.7
Sugar (\$/lb)	12.9	-4.2	-4.4	-14.3	-31.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.98	0.00	0.29	0.00
Saudi Arabia	1.91	0.01	0.01	-0.07
UAE	2.00	0.01	0.20	0.01
Kuwait	1.88	0.00	0.00	-0.11
Qatar	2.70	0.00	0.05	0.72
Bahrain	2.75	-0.04	0.02	0.77

Source: Reuters

NOTES: (1) Prices updated as of February 28, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in red on Tuesday. The S&P 500 ended 1.3% lower while NASDAQ closed 1.2% lower. Dow Jones Industrial declined 1.2%. In Europe, the UK declined 0.1% while Germany closed 0.3% lower and France ended flat.
- Asian markets are trading in red on Wednesday. China is trading 1.3% lower. Japan and South Korea are trading 1.0% and 0.8% lower, respectively. Hong Kong is trading 1.7% lower while India is down by 0.6%.
- GCC markets ended mixed on Tuesday. Dubai closed 0.6% lower while Abu Dhabi closed 0.1% higher. Kuwait gained 0.2% while Qatar ended 0.7% lower. Oman gained 0.2% while Bahrain ended 0.4% lower.
- The International Energy Agency (IEA) stated the US will overtake Russia as the world's biggest oil producer by 2019, as the country's shale oil boom continues to upend global markets. (Source: Zawya)
- Passenger traffic at Dubai International Airport (DXB) declined 1% Y/Y to 7.9mn in January. (Source: Zawya)
- Abu Dhabi's trade in iron, steel, and copper in 2017 totaled AED 22bn (USD 6bn), recording 4% Y/Y growth from AED 21.2bn (USD 5.8bn) in 2016 and accounting for 13.7% of the Emirate's total non-oil merchandise in 2017. (Source: Trade Arabia)
- The Unmanned System Exhibition (Umex 2018) and Simulation and Training Conference and Exhibition (SimTEX 2018) ended on a strong note, netting defense deals worth AED 878mn (USD 239mn) on the last day. (Source: Trade Arabia)
- Indian nationals, who form the largest foreign investor group in Dubai's real estate, have bought properties worth AED 83.7bn (USD 22.8bn) during the last five years (2013–17) in Dubai, according to the Dubai Land Department. (Source: Zawya)
- DP World (DPW DU), Suez Canal Authority, and the Suez Canal Economic Zone signed an agreement to implement the first phase of the development of an integrated industrial and residential zone in Sokhna, Egypt. (Source: Zawya)
- UAE Central Bank Governor said the technology underlying cryptocurrencies and other new financial technologies are really beneficial to the banking sector. (Source: Zawya)
- Dubai's transport authority revealed plans to create a vehicle lifecycle management system using blockchain as a part of the Dubai 10X initiative. (Source: Arabian Business)
- Abu Dhabi's Mubadala Investment Co. may sell shares in as many as three companies, including the largest aluminum producer in the Middle East, in 2018, as IPO activity picks up in the UAE. (Source: Arabian Business)
- Damac Properties (DAMAC UH) awarded a contract worth nearly AED 600mn (USD 163mn) to China State Construction Engineering Corporation (CSCEC) for one of the towers at Aykon City. (Source: Gulfnews)
- Cityland Mall, remains on track to open by end-2018. In terms of construction, 60% of the USD 300mn (SAR 1.1bn) project has been completed. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 23 (prior -1.6mn barrels) will be announced today. (Source: Econoday)
- Change in the US' GDP for 4Q17 (prior: 2.6% Q/Q; consensus: 2.5% Q/Q) will be announced today. (Source: Econoday)
- US jobless claims for the week ended February 24 (prior: 222K; consensus: 230K) will be announced tomorrow. (Source: Econoday)

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